IDLC ASSET MANAGEMENT LIMITED

ASSET MANAGER'S REPORT
December 31, 2020

DATE OF PUBLICATION: February 3rd, 2021

Mutual Funds are subject to market risks. Investors are highly encouraged to know all the risks associated with investment from the prospectus of respective mutual funds.

To know more and invest, please visit aml.idlc.com or call **16409**.

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IDLC Asset Management Limited
financing happiness

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GUIDE TO THE FACTSHEET

1 This section describes the objective of the particular fund.

2 The date on which the fund was formed.

3 The date on which the fund was open for the investors after IPO.

4 The name of the asset managers and their tenure of experience. Asset managers are employees of Asset Management Company (AMC) who manage the mutual funds.

5 AUM or Asset under management refers to the market value of all the investments of a mutual fund as on the specific date mentioned.

6 **NAV** is defined as the market value of all assets in the fund less liabilities. This section states the quarter end NAV of the Fund.

7 This is the minimum amount/number of units an investor (individual/institution) has to subscribe.

8 **Turnover ratio** is calculated by dividing the total amount of securities purchased or sold, whichever is lower, by the average fund size. The higher the ratio, the quicker the Asset Manager reshuffles the portfolio and incurs transaction fees.

Expense ratio is calculated as Total Expenses incurred divided by Average Fund Size. The expenses include management fee, trustee fee, custodian fee, auditor fee, transaction fee and other operational fees. The higher the ratio, the higher the extent of expenses incurred by the fund.

9 **Latest NAV** is the last published NAV before the publication of the fact sheet.

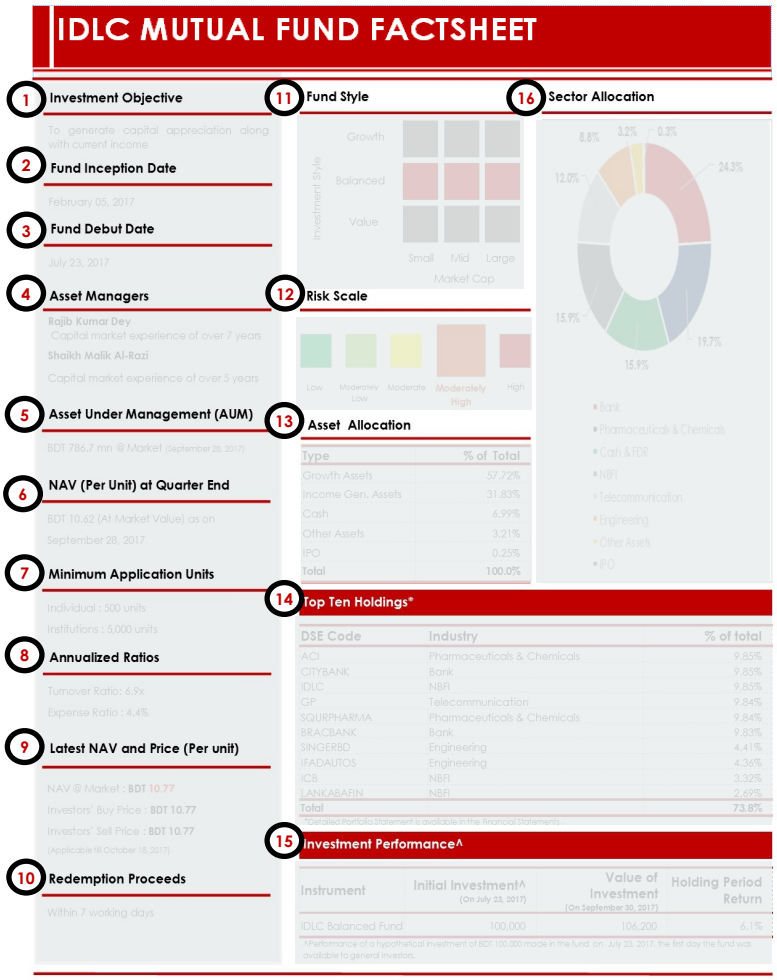
Investors' buy price is the price at which investors can purchase one unit of the fund.

Investors' sell price is the price at which investors can sell one unit of the fund.

IDLC Asset Management Limited does not charge entry/ exit load (except for 2% exit load if units are surrendered in less than 30 calendar days. For IDLC SIP Investors, this only applies against surrender of 1st installment).

10 This states the maximum number of days that investors need to wait to get their money after sale of units.

11 **Fund style** matrix shows the position of the fund in terms of investment style (Value, Balanced and Growth) and market cap (Small, Mid and Large) of invested securities.



12 **Risk Scale** shows the level of risk an investor has to assume when investing in the fund. Details of risk profile can be found in the respective fund's prospectus.

13 **Asset allocation** shows what portion of the total AUM is invested in each asset class.

14 This section shows the top ten holdings of the fund in terms of percentage of total AUM.

15 Graphical presentation of value of investment of a hypothetical amount of BDT 100,000 in respective IDLC mutual funds and value of similar investment in DSEX/DSES over time from the respective inception dates of the mutual funds

16 This section shows the sector-wise asset allocation of the total AUM of the Fund.

ASSET MANAGER'S REMARKS

Get the updates on the investments and the performance of your Fund right from your Asset Manager.

From July 2020 to December 2020, IDLC Balanced Fund, IDLC Growth Fund and IDLC AML Shariah Fund have generated return of 35.2%, 37.0% and 28.5% respectively. In comparison to that, during the same period, our benchmark DSEX and DSES generated 35.4% and 34.3% return respectively.

The last quarter of 2020 ended with a positive note. A number of regulatory and economic developments played out in favor of the market which ultimately resulted in the recovery of the benchmark index. First and foremost, the newly formed Bangladesh Securities and Exchange Commission took some strong measures to bring back discipline resulting in restoration of the confidence of both retail and institutional investors. Amid mitigated pandemic situation, we are witnessing a revival of economic activities which has encouraged investors to take positions in the market. On top of all, influx of inbound remittance continued and Bangladesh Bank has continued its policy to buy greenback from the market which has in due course flooded the market with liquidity.

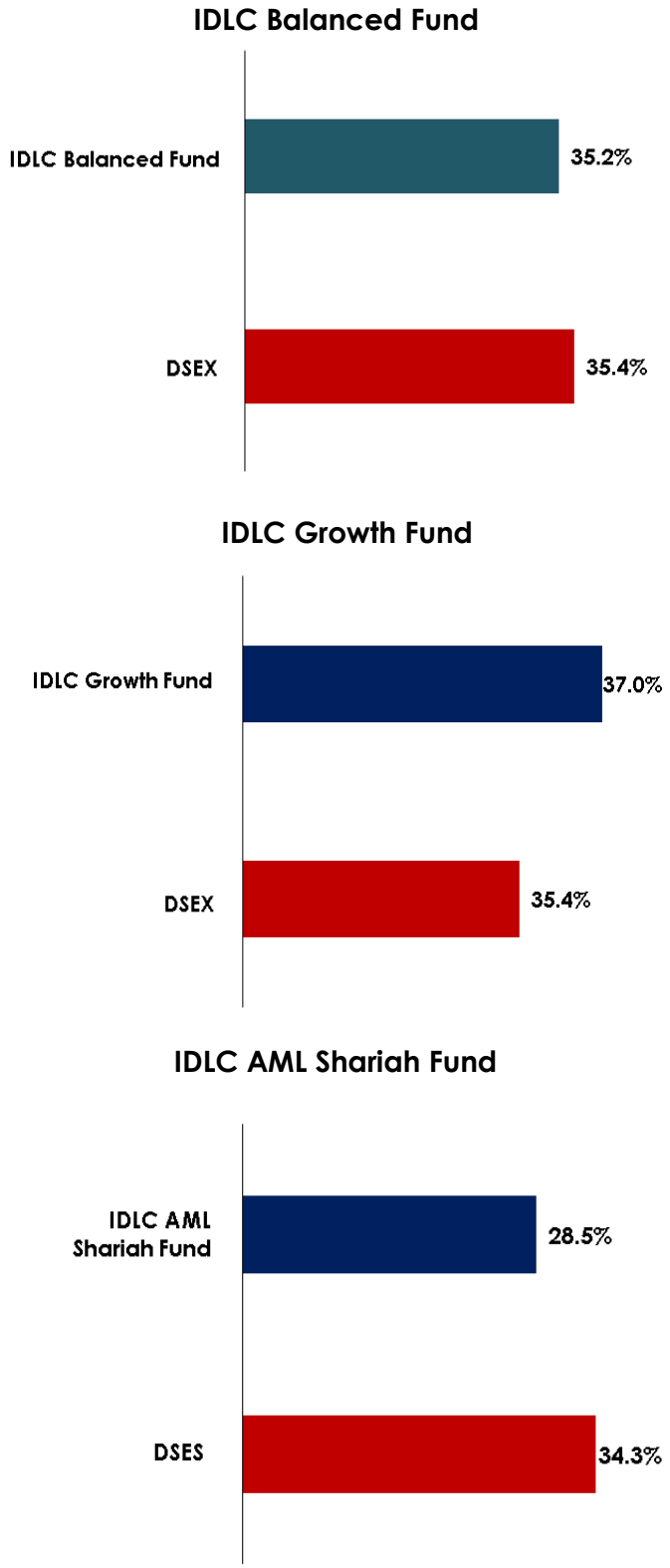
We have maintained maximum exposure to equity and minimized any position in fixed return investments. By the end of December, in both IDLC Balance Fund and Growth Fund only 10%-12.0% of our investments were in the form of STD. However, roughly 25.0% remained in liquid form in our IDLC AML Shariah Fund, since the Shariah investment universe offers little room for maneuvering. Telecommunication and Pharmaceuticals remained our code investment in all three of our funds. Investment in Pharmaceuticals stood at roughly 20.0% while our exposure in Telecommunication was 21.0-24.0% by the end of December. We have made a major shift in our exposure to Bank and NBFI sector and reduced it to minimal. Instead roughly 10.0% of our exposure rests in each of the Cement Sector and the Engineering Sector in all of our funds.

On a side note, market has witnessed a surge of new IPO issues and that has contributed, and we believe will continue to contribute to the overall return of fund managers. Before applying for any IPO, we assess the valuation as well as all the compliance requirements. At times, we have refrained from applying for IPOs, if it does not meet our compliance or valuation criterion. For example, we did not apply for the recently launched IPO of Robi from IDLC AML Shariah Fund, as it did not meet the Debt to Market Capitalization ratio threshold of 33.0%; under accounting based Shariah screening.

Our view towards market remained similar to that we stated in our last quarterly report. Considering low cost interest scenario and ongoing strong regulatory initiatives, we believe capital market will continue to be a lucrative investment destination for both retail and institutional investors. We are witnessing restoration of investors' confidence which we believe will remain strong in near future. Although the pandemic is far from over, vaccination across different countries has commenced. This will eventually help revive economic growth and market will follow the suit.

Return of IDLC AML Mutual Funds for the period

1st Jul, 2020 - 30th Dec, 2020



IDLC BALANCED FUND FACTSHEET

Investment Objective

To generate capital appreciation along with current income

Fund Inception Date

February 05, 2017

Fund Debut Date

July 23, 2017

Asset Managers

Shaikh Malik Al-Razi
Capital market experience over 8 years

Md Arman Chy Nayan
Capital market experience over 7 years

Asset Under Management (AUM)

BDT 782.1 mn @ Market (Dec 30, 2020)

NAV (Per Unit) at Quarter End

BDT 12.03 (At Market Value) as on Dec 30, 2020

Minimum Application Requirement

SIP: BDT 5,000 (Individuals)
BDT 10,000 (Institutions)

Non SIP: 500 units (Individuals)
5,000 units (Institutions)

Annualized Ratios

Turnover Ratio: 188.1%
Expense Ratio : 3.1%

Latest NAV (Per unit)

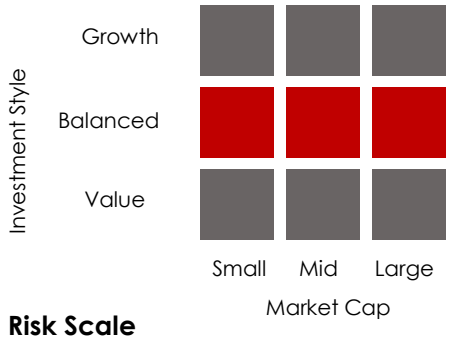
NAV @ Market : BDT 13.04 (as on Jan 28, 2020)
Investors' Buy Price: BDT 13.04
Investors' Sell Price: BDT 13.04

(Applicable till Feb 03,2020)

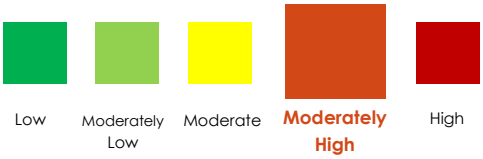
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total Assets
Growth	75.48%
Income Generating	8.95%
STD	11.17%
Other Assets	4.41%
IPO	0.00%
Total	**100.00%**

Sector Allocation

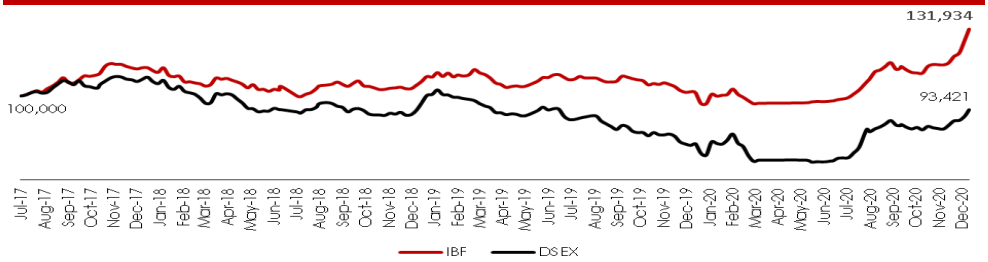
- Telecommunication 22.47%
- Pharmaceuticals & Chemicals 19.76%
- Food & Allied 11.91%
- STD & FDR 11.17%
- Cement 10.82%
- Engineering 9.30%
- Corporate Bond 8.95%
- Other Assets 4.41%
- NBFI 1.17%
- Non-Life Insurance 0.03%
- Travel & Leisure 0.01%

Top Ten Holdings*

DSE Code	Industry	% of Total Assets
GP	Telecommunication	11.58%
SQURPHARMA	Pharmaceuticals & Chemicals	10.92%
LHBL	Cement	10.82%
BSCCL	Telecommunication	10.19%
SINGERBD	Engineering	9.30%
BATBC	Food & Allied	9.03%
APSCLBOND	Corporate Bond	8.95%
BXPHARMA	Pharmaceuticals & Chemicals	8.84%
OLYMPIC	Food & Allied	2.89%
LANKABAFIN	NBFI	1.17%
Total		**83.67%**

*Detailed Portfolio is available in the Portfolio Statement.

Investment Performance^ of IDLC Balanced Fund (IBF) vs DSEX



^Value of BDT 100,000 invested in IBF vs value of similar investment in DSEX over time , both made on July 23, 2017, fund debut date of IBF.

IDLC GROWTH FUND FACTSHEET

Investment Objective

To generate long-term capital appreciation from a portfolio of predominantly equity & equity related instruments.

Fund Inception Date

September 11, 2017

Fund Debut Date

May 08, 2018

Asset Managers

Shaikh Malik Al-Razi
Capital market experience over 8 years

Md Arman Chy Nayan
Capital market experience over 7 years

Asset Under Management (AUM)

BDT 332.1 mn @ Market (Dec 30, 2020)

NAV (Per Unit) at Quarter End

BDT 12.17 (At Market Value) as on Dec 30, 2020

Minimum Application Units

SIP: BDT 5,000 (Individuals)
BDT 10,000 (Institutions)

Non SIP: 500 units (Individuals)
5,000 units (Institutions)

Annualized Ratios

Turnover Ratio: 221.8%
Expense Ratio : 3.6%

Latest NAV (Per unit)

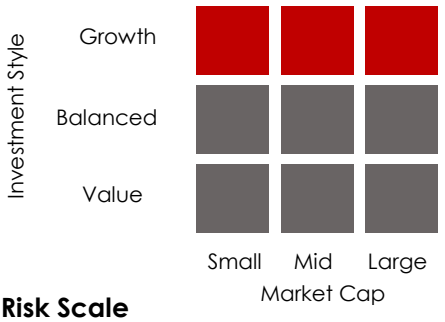
NAV @ Market : BDT 13.43 (as on Jan 28, 2020)
Investors' Buy Price: BDT 13.43
Investors' Sell Price: BDT 13.43

(Applicable till Feb 03,2020)

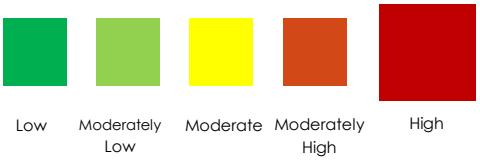
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total Assets
Growth	78.64%
Income Generating	10.18%
STD	5.36%
Other Assets	5.82%
IPO	0.00%
Total	**100.00%**

Sector Allocation

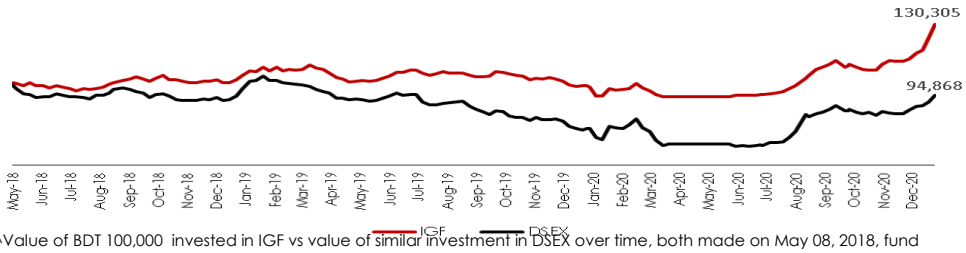
- Telecommunication 25.49%
- Pharmaceuticals & Chemicals 19.74%
- Food & Allied 12.06%
- Cement 10.77%
- Corporate Bond 10.18%
- Engineering 9.30%
- Other Assets 5.82%
- STD & FDR 5.36%
- NBFI 1.18%
- Non-Life Insurance 0.07%
- Travel & Leisure 0.02%

Top Ten Holdings*

DSE Code	Industry	% of Total Assets
GP	Telecommunication	13.82%
SQURPHARMA	Pharmaceuticals & Chemicals	10.99%
LHBL	Cement	10.77%
APSCLBOND	Corporate Bond	10.18%
BSCCL	Telecommunication	10.10%
BATBC	Food & Allied	9.30%
SINGERBD	Engineering	9.29%
BXPHARMA	Pharmaceuticals & Chemicals	8.76%
OLYMPIC	Food & Allied	2.77%
ROBI	Telecommunication	1.57%
Total		**87.54%**

*Detailed Portfolio is available in the Portfolio Statement.

Investment Performance^ of IDLC Growth Fund (IGF) vs DSEX



^Value of BDT 100,000 invested in IGF vs value of similar investment in DSEX over time, both made on May 08, 2018, fund debut date of IGF.

IDLC AML SHARIAH FUND FACTSHEET

Investment Objective

To generate profit by investing in a portfolio of Shariah compliant securities, vetted by the Shariah Advisory Board.

Fund Inception Date

July 28, 2019

Fund Debut Date

December 12, 2019

Asset Managers

Shaikh Malik Al-Razi
Capital market experience over 8 years

Md Arman Chy Nayan
Capital market experience over 7 years

Asset Under Management (AUM)

BDT 198.8 mn @ Market (Dec 30, 2020)

NAV (Per Unit) at Quarter End

BDT 12.59 (At Market Value) as on Dec 30, 2020

Minimum Application Units

SIP: BDT 5,000 (Individuals)
BDT 10,000 (Institutions)

Non SIP: 500 units (Individuals)
5,000 units (Institutions)

Annualized Ratios

Turnover Ratio: 187.9%
Expense Ratio : 3.8%

Latest NAV (Per unit)

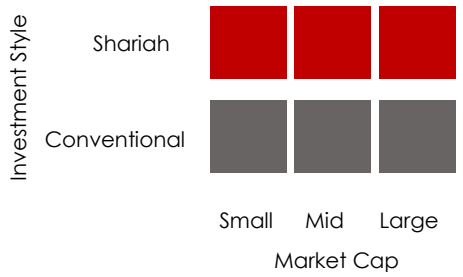
NAV @ Market : BDT 12.89 (as on Jan 28, 2020)
Investors' Buy Price: BDT 12.89
Investors' Sell Price: BDT 12.89

(Applicable till Feb 03,2020)

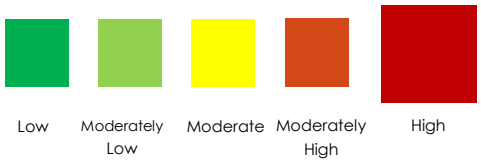
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total Assets
Growth	63.01%
Income Generating	5.30%
Cash	24.82%
Other Assets	6.86%
IPO	0.00%
Total	**100.0%**

Sector Allocation

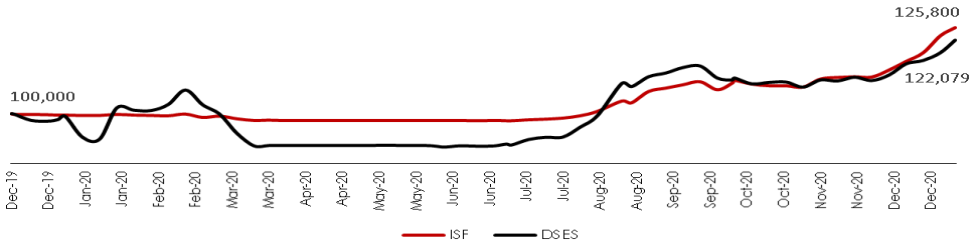
- Cash & MTD 24.82%
- Telecommunication 21.54%
- Pharmaceuticals & Chemicals 21.07%
- Cement 10.56%
- Engineering 7.19%
- Other Assets 6.86%
- Fuel & Power 5.30%
- Food & Allied 2.66%

Top Ten Holdings*

DSE Code	Industry	% of Total Assets
GP	Telecommunication	11.25%
LHBL	Cement	10.56%
BSCCL	Telecommunication	10.29%
SQURPHARMA	Pharmaceuticals & Chemicals	9.59%
SINGERBD	Engineering	7.17%
BXPHARMA	Pharmaceuticals & Chemicals	7.02%
UPGDCL	Fuel & Power	5.30%
RECKITTBEN	Pharmaceuticals & Chemicals	4.46%
OLYMPIC	Food & Allied	2.66%
DOMINAGE	Engineering	0.02%
Total		**68.32%**

*Detailed Portfolio is available in the Portfolio Statement.

Investment Performance^ of IDLC AML Shariah Fund (ISF) vs DSES



^Value of BDT 100,000 invested in ISF vs value of similar investment in DSES over time, both made on December 12, 2019, fund debut date of ISF.

DISCLAIMER

Investors should know that the return from mutual funds is not guaranteed. Past performance of the Sponsor and their affiliates / AMC does not guarantee future performance of the funds. Name of the funds does not in any manner indicate either the quality of the funds or their future prospects and returns.

Mutual Funds are subject to market risks. Investors are highly encouraged to know all the risks associated with investment from the prospectus of respective mutual funds.

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